



East African entrepreneurs and businesses exhibiting African cotton, textiles, and clothing at a regional trade event. Photo credit: USAID/East Africa Trade and Investment Hub

EAST AFRICA

EAST AFRICA TRADE PROMOTION AND AGOA

The U.S. Government is committed to supporting East Africa regional economic integration and strengthening mutually beneficial two-way trade and investment between the U.S. and Africa. The East Africa Trade Promotion and African Growth and Opportunity Act (AGOA) project supports the goals of the AGOA, a U.S. Trade Act that was enacted in 2000 and renewed until 2025, to provide exporters from eligible African countries with preferential access to the U.S. market. The project also advances the U.S. Government's Prosper Africa initiative, which seeks to unlock opportunities to increase trade and business opportunities between the U.S. and Africa, benefiting U.S. and African companies, investors, and workers. USAID supports these goals by enhancing business-to-business linkages, standards, market access, and policy reforms coupled with the removal of barriers to trade to enable a fair business enabling environment and better trade relations. The project advances these objectives in five East African countries: Tanzania, Ethiopia, Kenya, Rwanda, and Uganda.

The project has two main objectives:

 To build the capacity of the private sector and public institutions to support two-way trade and investment between the U.S. and East Africa, especially exports under the AGOA. This includes facilitating investment transactions that support and encourage trade. To deliver trade policy research to reduce barriers to regional trade and to inform USAID's support and the region's evidence-based development interventions.

OUR APPROACH

Exporters and importers face several challenges in the complex business and regulatory environment. The project focuses its efforts on firms in target sectors that have the capacity to quickly scale up and generate exports to the U.S. market. Selected firms are matched with U.S. buyers and assisted to engage in discussions, leading to orders and eventually exports.

The project focuses on three thematic areas:

Knowledge sharing for East Africa-U.S.

businesses - By providing updated AGOA-related information to East African and U.S. businesses, including practical training to exporters on AGOA and U.S. market requirements, sharing information about technology and finance in the U.S., and providing firmlevel coaching to select East African exporters.

Deepening business linkages between East Africa and the U.S. - Through matchmaking, trade shows, and business-to-business events. The project also works to foster cooperation between U.S. and East African private sector members' associations to promote U.S.-Africa trade.

Supporting policies that improve trade -

Supporting policy development for expanded U.S.-East Africa trade relations and reduced regional barriers to

BUDGET: USD \$1.48 million

DURATION: 2020-2022

ACTIVITY LOCATIONS

Ethiopia, Kenya, Rwanda, Tanzania, and Uganda

TARGET SECTORS

Apparel (including personal protective equipment (PPE)), Specialty Foods, Tea, Coffee, Home Decor, Fashion Accessories, Footwear, Essential Oils, and Natural Extracts

IMPLEMENTING PARTNER

DAI

KEY PARTNERS

National, sectoral, and regional trade promotion institutions

MISSION CONTACT

Sara Lamb

Private Sector Advisor Tel: +254-719-614-790 Email: slamb@usaid.gov

PARTNER CONTACT

Margaret Waithaka Program Director, East Africa

Tel: +254-722-332-234

Email: margaret_waithaka@dai.com

FOR MORE INFORMATION

Email: <u>usaidkea@usaid.gov</u>

Website: www.usaid.gov/east-africa-regional

Facebook: USAIDEastAfrica

trade. This includes conducting trade policy analysis to reduce barriers to regional trade within East Africa.

KEY ACHIEVEMENTS (2021)

- Under AGOA, exports to the U.S. from the five East African countries started to recover from the effects of the COVID-19 pandemic, increasing 5% over 2020 levels, to a projected \$768.5 million.
- The project assessed the capacity needs and export readiness of 135 East African businesses and provided 82 East African businesses with firm-level coaching by U.S.-based sector experts.
- As a direct result from matchmaking and business-to-business events, 242 linkages were established between East African enterprises and U.S. buyers, with a value of \$5.1 million
- Developed seven trade policy briefs to reduce the barriers to regional trade in the region.
- The project supported 247 enterprises, 26 private sector associations, and 14 Kenyan county governments to improve trade opportunities for East African businesses.